



# State of Utah

## DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER  
*Executive Director*

### Division of Oil, Gas and Mining

JOHN R. BAZA  
*Division Director*

October 11, 2012

Certified Return Receipt  
7011 0110 0001 3568 3896

Central Bank  
175 East Main  
P. O. Box 157  
American Fork, Utah 84003

Subject: Demand for Certificate of Deposit      Anasazi Gold Reserves, Highland Mist Mine,  
S/021/0035, Iron County, Utah

Dear Sir or Madame:

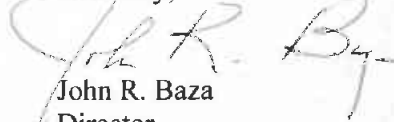
On May 11, 2005, the Division of Oil, Gas and Mining (Division) established with Central Bank and Anasazi Gold Reserves an agreement relating to certificate of deposit (CD) #      . A copy of this agreement and an administrative hold letter are enclosed. The agreement says in the paragraph under the redemption heading, "The CD may only be redeemed (i.e., called on demand), pursuant to the written instruction or demand of the Director of the Utah Division of Oil, Gas and Mining to the Bank." Further, under the release heading, the agreement says, "The bank shall release the CD only upon the written instruction of the Director of the Division to the Bank."

It has come to the Division's attention that the CD was surrendered by Mike Terry of Anasazi Gold Reserves on December 15, 2009, and that the principal and interest were paid to Mr. Terry. Contrary to the agreement, this was done without authorization or the instruction of the Director of the Division.

The Division demands payment of the principal amount of the CD, \$14,000.00. The Division expects payment will be made by delivery of certified funds payable to the State of Utah within two days following your receipt of this letter. Payment should be sent to 1594 West North Temple, Suite 1210, Salt Lake City, Utah 84116 by next day delivery. The Division will hold the funds as surety for reclamation of the Highland Mist mine.

Thank you for your cooperation. Questions about this letter may be address to Paul Baker, minerals program manager, at 801-538-5261.

Sincerely,

  
John R. Baza  
Director

JRB:pbb:pb  
Enclosure:  
Cc:

Copy of the CD Letter Agreement, Administrative Hold Letter  
Will Stokes, SITLA  
Mike Terry, Anasazi Gold Reserves c/o Jay Gatten, North American Exploration  
Eric Flippo, Cornerstone Industries  
Jed Robinson, AGR

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